AMENDED IN ASSEMBLY APRIL 14, 2005

CALIFORNIA LEGISLATURE—2005–06 REGULAR SESSION

ASSEMBLY BILL

No. 1260

Introduced by Assembly Member Hancock

February 22, 2005

An act to amend Sections 56157, 56366.10, and 56836.173 56157 and 56366.10 of, and to add Section 56836.19 to, the Education Code, relating to special education.

LEGISLATIVE COUNSEL'S DIGEST

AB 1260, as amended, Hancock. Pupils in out-of-home placement. Existing law requires school districts, county offices of education, and special education local plan areas to comply with state laws that conform to the federal Individuals with Disabilities Education Act, in order that the state may qualify for federal funds available for the education of individuals with exceptional needs. Existing state law requires school districts, county offices of education, and special education local plan areas to identify, locate, and assess individuals with exceptional needs and to provide those pupils with a free appropriate public education in the least restrictive environment, with special education and related services as reflected in an individualized education program.

Under existing state law, if an individual with exceptional needs residing in a licensed children's institution or foster family home is placed in a nonpublic, nonsectarian school, the local educational agency that made the placement shall conduct an annual evaluation, in accordance with federal law as part of the annual individualized education program process, of whether the placement is the least restrictive environment that is appropriate to meet the pupil's needs.

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This bill would provide that this provision does not prohibit a licensed children's institution from defining the target population of children that its residential program is designed to serve.

Under existing law, a nonpublic, nonsectarian school that provides special education and related services to an individual with exceptional needs is required to certify in writing to the Superintendent of Public Instruction that it meets specified requirements, including, among others, that pupils have access to the specified educational materials, services, and programs to the extent available at the local educational agency in which the nonpublic, nonsectarian school is located.

This bill, instead, would require that the nonpublic, nonsectarian school certify that pupils have access to those materials to the extent that they are accessible at the local educational agency in which the nonpublic, nonsectarian school is located.

Existing law requires the Superintendent to apportion moneys to a school district and county superintendent of schools to fund costs associated with providing special education instruction, designated instruction and services, or both, by nonpublic, nonsectarian schools and agencies to pupils in licensed children's institutions, foster family homes, residential medical facilities, and other similar facilities.

This bill would revise that formula.

Under existing law, each school district, special education local plan area, or county office of education is responsible for providing appropriate education to individuals with exceptional needs residing in a licensed children's institution or foster family home located in the geographical area covered by the local plan. Existing law requires the school district, special education local plan area, or county office of education, in providing appropriate programs, to first consider services in programs operated by a public education agency. Under existing law, if those programs are not appropriate, special education and related services are required to be provided by contract with a nonpublic, nonsectarian school that is certified by the Superintendent.

This bill would also require that funds allocated to a local educational agency under the specified funding formula for determining apportion moneys to a school district and county superintendent of schools to fund costs associated with providing special education instruction, designated instruction and services, or both, by nonpublic, nonsectarian schools and agencies to pupils in licensed children's institutions, foster family homes, residential

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medical facilities, and other similar facilities, be used first for special education services provided in public schools or in nonpublic, nonsectarian schools, for pupils, meeting specified requirements, who reside in licensed children's institutions, foster family homes, residential medical facilities, or other similar facilities.

Vote: majority. Appropriation: no. Fiscal committee: yes. State-mandated local program: no.

The people of the State of California do enact as follows:

1 SECTION 1. Section 56157 of the Education Code is 2 amended to read:

56157. (a) In providing appropriate programs to individuals with exceptional needs residing in licensed children's institutions or foster family homes, the local educational agency shall first consider services in programs operated by public education agencies for individuals with exceptional needs. If those programs are not appropriate, special education and related services shall be provided by contract with a nonpublic, nonsectarian school.

- (b) If special education and related services are provided by contract with a nonpublic, nonsectarian school, or with a licensed children's institution under this article, the terms of the contract shall be developed in accordance with the provisions of Section 56366.
- (c) If an individual with exceptional needs residing in a licensed children's institution or foster family home is placed in a nonpublic, nonsectarian school, the local educational agency that made the placement shall conduct an annual evaluation, in accordance with federal law as part of the annual individualized education program process, of whether the placement is the least restrictive environment that is appropriate to meet the pupil's needs.
- (d) If an individual with exceptional needs residing in a licensed children's institution or foster family home is placed in a nonpublic, nonsectarian school, the nonpublic, nonsectarian school shall report to the local educational agency that made the placement, on a quarterly or trimester basis, as appropriate, the educational progress demonstrated by the individual with exceptional needs towards the attainment of the goals and

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objectives specified in the individual's individualized education program. Pursuant to federal law, no local educational agency shall refer a pupil to a nonpublic, nonsectarian school, unless the services required by the individualized education program of the pupil can be assured.

- (e) This section does not prohibit a licensed children's institution from defining the target population of children that its residential program is designed to serve.
- SEC. 2. Section 56366.10 of the Education Code is amended to read:
- 56366.10. In addition to the certification requirements set forth in Sections 56366 and 56366.1, a nonpublic, nonsectarian school that provides special education and related services to an individual with exceptional needs shall certify in writing to the Superintendent that it meets all of the following requirements:
- (a) It will not accept a pupil with exceptional needs if it cannot provide or ensure the provision of the services outlined in the individualized education program of the pupil.
- (b) Pupils have access to the following educational materials, services, and programs to the extent that they are accessible at the local educational agency in which the nonpublic, nonsectarian school is located:
- (1) Standards-based, core curriculum and the same instructional materials used by the local educational agency in which the nonpublic, nonsectarian school is located.
 - (2) College preparation courses.
- (3) Extracurricular activities, such as art, sports, music, and academic clubs.
- (4) Career preparation and vocational training, consistent with transition plans pursuant to state and federal law.
- (5) Supplemental assistance, including individual academic tutoring, psychological counseling, and career and college counseling.
- (c) The teachers and staff provide academic instruction and support services to pupils with the goal of integrating pupils into the least restrictive environment pursuant to federal law.
- (d) The school has and abides by a written policy for pupil discipline which is consistent with state and federal law and regulations.

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SEC. 3. Section 56836.173 of the Education Code is amended to read:

- 56836.173. (a) The department shall apportion to each special education local plan area the amount determined in this section.
- (b) For the 2004–05 and 2005–06 fiscal years, the amount apportioned shall be as follows:
- (1) If the out-of-home care funding amount calculated for a special education local plan area is less than or equal to the amount a special education local plan area received pursuant to former Sections 56836.16 and 56836.17 for the 2003–04 fiscal year, the special education local plan area shall receive the same amount it received for the 2003–04 fiscal year. For purposes of this section, the amount of funding received by a special education local plan area for the 2003–04 fiscal year shall be based on the annual recertification of the 2003–04 fiscal year, as certified by the department in July of 2005.
- (2) For special education local plan areas other than those funded through paragraph (1), special education local plan areas shall receive the amount received for the 2003–04 fiscal year plus the amount calculated in paragraph (3).
- (3) For special education local plan areas other than those funded through paragraph (1), each special education local plan area shall also receive the difference between the out-of-home eare funding amount for the special education local plan area and the amount received for the 2003–04 fiscal year for that special education local plan area divided by the sum of the difference between the out-of-home care funding amount and the amount received in the 2003–04 fiscal year for all special education local plan areas times the amount of funds provided for Section 56836.165 in the annual Budget Act that has not been allocated in paragraph (1) or (2).
- (c) For the 2006–07 fiscal year, the amount apportioned shall be as follows:
- (1) If the out-of-home care funding amount calculated for a special education local plan area for the 2006–07 fiscal year is less than or equal to the amount a special education local plan area received for the 2005–06 fiscal year, the special education local plan area shall receive the same amount it received for the 2005–06 fiscal year less 20 percent of the difference between the

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amount received for the 2005-06 fiscal year and the out-of-home eare funding amount computed for the 2006-07 fiscal year.

- (2) For special education local plan areas other than those funded through paragraph (1), special education local plan areas shall receive the amount received for the 2005–06 fiscal year.
- (3) For special education local plan areas other than those funded through paragraph (1), each special education local plan area shall also receive the difference between the out-of-home care funding amount for that special education local plan area and the amount received for the 2005-06 fiscal year for that special education local plan area divided by the sum of the difference between the out-of-home care funding amount and the amount received in the 2005-06 fiscal year for all special education local plan areas times the amount of funds provided for Section 56836.165 in the annual Budget Act that has not been allocated in paragraph (1) or (2).
- (d) For the 2007–08 fiscal year, the amount apportioned shall be as follows:
- (1) If the out-of-home care funding amount calculated for a special education local plan area for the 2007-08 fiscal year is less than or equal to the amount a special education local plan area received for the 2006-07 fiscal year, the special education local plan area shall receive the same amount it received for the 2006–07 fiscal year less 25 percent of the difference between the amount received for the 2006-07 fiscal year and the out-of-home eare funding amount computed for the 2007–08 fiscal year.
- (2) For special education local plan areas other than those funded through paragraph (1), special education local plan areas shall receive the amount received for the 2006–07 fiscal year.
- (3) For special education local plan areas other than those funded through paragraph (1), each special education local plan area shall also receive the difference between the out-of-home care funding amount for that special education local plan area and the amount received for the 2006-07 fiscal year for that special education local plan area divided by the sum of the difference between the out-of-home care funding amount and the amount received in the 2006-07 fiscal year for all special education local plan areas times the amount of funds provided for Section 56836.165 in the annual Budget Act that has not been allocated in paragraph (1) or (2).

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(e) For the 2008–09 fiscal year, the amount apportioned shall be as follows:

- (1) If the out-of-home care funding amount calculated for a special education local plan area for the 2008–09 fiscal year is less than or equal to the amount a special education local plan area received for the 2007–08 fiscal year, the special education local plan area shall receive the same amount it received for the 2007–08 fiscal year less 33 percent of the difference between the amount received for the 2007–08 fiscal year and the out-of-home eare funding amount computed for the 2008–09 fiscal year.
- (2) For special education local plan areas other than those funded through paragraph (1), special education local plan areas shall receive the amount received for the 2007–08 fiscal year.
- (3) For special education local plan areas other than those funded through paragraph (1), each special education local plan area shall also receive the difference between the out-of-home eare funding amount for that special education local plan area and the amount received for the 2007–08 fiscal year for that special education local plan area divided by the sum of the difference between the out-of-home care funding amount and the amount received in the 2007–08 fiscal year for all special education local plan areas times the amount of funds provided for Section 56836.165 in the annual Budget Act that has not been allocated in paragraph (1) or (2).
- (f) For the 2009–10 fiscal year, the amount apportioned shall be as follows:
- (1) If the out-of-home care funding amount calculated for a special education local plan area for the 2009–10 fiscal year is less than or equal to the amount a special education local plan area received for the 2008–09 fiscal year, the special education local plan area shall receive the same amount it received for the 2008–09 fiscal year less 50 percent of the difference between the amount received for the 2008–09 fiscal year and the out-of-home eare funding amount computed for the 2009–10 fiscal year.
- (2) For special education local plan areas other than those funded through paragraph (1), special education local plan areas shall receive the amount received for the 2008–09 fiscal year.
- (3) For special education local plan areas other than those funded through paragraph (1), each special education local plan area shall also receive the difference between the out-of-home

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eare funding amount for that special education local plan area and the amount received for the 2008–09 fiscal year for that special education local plan area divided by the sum of the difference between the out-of-home care funding amount and the amount received in the 2008–09 fiscal year for all special education local plan areas times the amount of funds provided for Section 56836.165 in the annual Budget Act that has not been allocated in paragraph (1) or (2).

(g) Beginning in the 2010–11 fiscal year, the amount provided to special education local plan areas shall be equal to the amount calculated pursuant to Section 56836.165. If the sum of the amounts for all special education local plan areas exceeds the Budget Act appropriation for this purpose, the department shall apply proportionate reductions to all special education local plan areas.

SEC. 4.

SEC. 3. Section 56836.19 is added to the Education Code, to read:

56836.19. Funds allocated to a local educational agency under the funding formula prescribed in Sections 56836.165 and 56836.173 shall be used first for special education services provided in public schools or in nonpublic, nonsectarian schools, for pupils meeting the requirements of Section 56155 who reside in licensed children's institutions and foster family homes as defined in Section 56155.5, residential medical facilities, or other similar facilities.